#### § 294.3

weight of fuel required under FAA regulations for a flight between domestic points 200 miles apart, assuming VFR weather conditions and flights not involving extended overwater operations. However, in the case of aircraft for which a maximum zero fuel weight is prescribed by the FAA, maximum payload capacity means the maximum zero fuel weight less the empty weight, less all justifiable aircraft equipment, and less the operating load (consisting of minimum flight crew, steward's supplies, etc., but not including disposable fuel or oil).

- (2) [Reserved]
- (i) Small aircraft means any aircraft designed to have:
- (1) A maximum passenger capacity of not more than 30 seats and a maximum payload capacity of not more than 7,500 pounds, and/or
- (2) maximum authorized takeoff weight on wheels not greater than 35,000 pounds.

[ER-1257, 46 FR 52591, Oct. 27, 1981, as amended by Doc. No. 47939, 57 FR 40102, Sept. 2, 1992; 60 FR 43526, Aug. 22, 1995]

# § 294.3 General requirements for Canadian charter air taxi operators.

- A Canadian charter air taxi operator shall conduct charter air service between the United States and Canada only if it:
- (a) Has been registered by the Department under this part;
- (b) Does not directly or indirectly utilize large aircraft in charter air services:
- (c) Has and maintains in effect liability insurance coverage that complies with the requirements set forth in subpart E of this part and has and maintains a current certificate of insurance evidencing such coverage on file with the Department;
- (d) Has and maintains in effect and on file with the Department a signed counterpart of Agreement 18900 (OST Form 4523) and complies with all other requirements of part 203 of this chapter:
- (e) Has been designated by the Canadian Government under the Agreement:
- (f) Has been granted Federal Aviation Administration operations specifica-

tions required under part 129 of the Federal Aviation Regulations;

- (g) Is substantially owned and effectively controlled by Canadian citizens, or the Government of Canada, or a combination of both; and
- (h) Complies with the terms, conditions, and limitations of this part.

(The reporting requirements contained in paragraph (d) were approved by the Office of Management and Budget under control number 3024-0064)

[ER-1257, 46 FR 52591, Oct. 27, 1981, as amended by ER-1332, 48 FR 8051, Feb. 25, 1983; ER-1342, 48 FR 31015, July 6, 1983; Docket No. 47939, 57 FR 40102, Sept. 2, 1992]

## Subpart B—Exemption

## §294.10 Exemption authority.

Canadian charter air taxi operators registered under this part are exempt from the following provisions of the Statute to the extent necessary to perform charter air service between the United States and Canada, and as long as they comply with the terms, conditions, and limitations of this part:

- (a) Section 41302 (permits).
- (b) Section 41501 (carrier's duty to observe reasonable rates).
  - (c) Section 41310 (discrimination).

[ER-1257, 46 FR 52591, Oct. 27, 1981, as amended at 60 FR 43526, Aug. 22, 1995]

# Subpart C—Registration for Exemption

## § 294.20 Applying for registration.

To apply for registration under this part, a Canadian charter air taxi operator shall file with the Department's Office of Aviation Analysis, Special Authorities Division, the following:

- (a) A currently effective certificate of insurance (see § 294.40); and
- (b) Three copies of OST Forms 4523 and 4505, which may be obtained from the Department's Office of Aviation Analysis, Special Authorities Division. All the information required by OST Form 4505 shall be filled in, and it shall be certified by a responsible officer of

the applicant Canadian charter air taxi operator.

(Approved by the Office of Management and Budget under control number 3024-0051)

[ER-1257, 46 FR 52591, Oct. 27, 1981; 46 FR 62054, Dec. 22, 1981, as amended by ER-1363, 48 FR 46265, Oct. 12, 1983; Docket No. 47939, 57 FR 40102, Sept. 2, 1992; 60 FR 43526, Aug. 22, 19951

# § 294.21 Procedure on receipt of registration form.

- (a) The Department will list the names and addresses of all persons applying for registration under this part in its Weekly Summary of Filings.
- (b) Any person objecting to the registration of a Canadian charter air taxi operator shall file an objection with the Office of Aviation Analysis, Special Authorities Division and serve a copy on the registrant within 28 days after the Department receives the properly completed registration application. Objections shall include any facts and arguments upon which the person relies to support its objection.
- (c) Any answers to objections shall be filed within 14 days after the date that the objections were due.
- (d) After receipt of OST Form 4505, the Department may request additional information.
- (e) After the period for objections and answers has expired, the Department will take one of the following actions:
- (1) Issue the registration by stamping its effective date on OST Form 4505 and sending a copy of it to the carrier and to the FAA as evidence of registration under this part. The FAA will return its copy of OST Form 4505 to the Office of Aviation Analysis, Special Authorities Division, after the carrier has been granted FAA operations specifications under part 129 of the Federal Aviation Regulations:
- (2) Reject the application for failure to comply with this part;
- (3) Issue the registration subject to such terms, conditions, or limitations as may be consistent with the public interest; or
- (4) Institute evidentiary proceedings to consider whether the registration should be issued.
- (f) An action described in paragraph (e) of this section will normally be taken within 60 days after the registra-

tion application is received. The Department will consider requests for faster action that include a full explanation of the need for expedited action.

- (g) A registration will not become effective until the United States Government receives from the Canadian Government written designation of the registrant under the Agreement.
- (h) Rejection of an application for registration will not preclude the filing of a new application by the same carrier

[ER-1257, 46 FR 52591, Oct. 27, 1981, as amended by Docket No. 47939, 57 FR 40102, Sept. 2, 1992; 60 FR 43526, Aug. 22, 1995]

# § 294.22 Notification to the Department of change in operations or identifying information.

Each Canadian charter air taxi operator shall refile three copies of OST Form 4505 with the Department's Office of Aviation Analysis, Special Authorities Division, upon any of the following events. The refilings shall be mailed, or otherwise delivered, so as to be received by the Department not later than 30 days after the reported event has occurred.

- (a) The carrier changes its name. When a carrier refiles OST Form 4505 to indicate a change of name:
- (1) The registration becomes ineffective unless the Canadian Government amends the carrier's designation under the Agreement to reflect the carrier's new name within 60 days of its name change;
- (2) The registrant must also refile three copies of Agreement 18900 (OST Form 4523) under its new name;
- (3) The registrant must also refile its certificate of insurance under its new name; and
- (4) The registrant must also advise the appropriate FAA office referred to in §294.33 of the carrier's new name.
- (b) The carrier changes its designated agent.
- (c) A change occurs in the carrier's ownership and control resulting in a person acquiring a beneficial or voting interest in the registrant of 10 percent or more. The name(s), address(es), citizenship(s), and percentages of ownership of the new owners shall be indicated on the form. Acquisition of ownership interest by persons who are not